



Arif Habib Corp

together we are stronger

half yearly report 31st december 2025



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Company Information

Board of Directors

Asadullah Khawaja
Chairman

Arif Habib
Chief Executive Officer

Khawaja Najam Ud Din Roomi
Independent Director

Zeba Bakhtiar
Independent Director

Nasim Beg
Non-Executive Director

Abdus Samad Habib
Non-Executive Director

Muhammad Ejaz
Non-Executive Director

Kashif Habib
Non-Executive Director

Audit Committee

Khawaja Najam Ud Din Roomi
Chairman

Kashif Habib
Member

Muhammad Ejaz
Member

Management

Arif Habib
Chief Executive Officer

Aamir Hafeez
Chief Financial Officer

Manzoor Raza
Company Secretary

Saher Mangi
Chief of Staff

Bankers

Allied Bank Limited

Askari Bank Limited

Bank Al Habib Limited

Bank Alfalah Limited

Bank Islami Pakistan Limited

Bank Makramah Limited

Faysal Bank Limited

Habib Bank Limited

Habib Metropolitan Bank Limited

JS Bank Limited

MCB Bank Limited

MCB Islamic Bank Limited

National Bank Of Pakistan

Sindh Bank Limited

Soneri Bank Limited

Standard Chartered Bank

(Pakistan) Limited

The Bank Of Khyber

The Bank Of Punjab

United Bank Limited

Auditors

A. F. Ferguson & Co.
Chartered Accountants

Legal Advisors

Bawaney & Partners
Akhund Forbes

Registered & Corporate Office

Arif Habib Centre, 23, M.T.Khan
Road Karachi-74000

Phone: (021) 32460717-9

Fax: (021) 32429653

Email: info@arifhabibcorp.com

Company website:

www.arifhabibcorp.com

Group website:

www.arifhabib.com.pk

Registrar & Share Transfer Agent

CDC Share Registrar Services
Limited

CDC House, 99-B, Block-B,

S.M.C.H.S, Main

Shahrah-e-Faisal, Karachi

Phone: (021) 111-111-500

Fax: (021) 34326053

URL: www.cdcrsl.com

Email: info@cdcrsl.com

Directors' Review Report

DEAR FELLOW SHAREHOLDERS,

The Directors of Arif Habib Corporation Limited (AHCL) present herewith the Directors' report of the Company together with condensed interim consolidated and unconsolidated financial statements for the six months and quarter ended December 31, 2025.

THE ECONOMY

The first half of FY2026 reflected continued macroeconomic stabilization, with real GDP growing by 3.7% in 1QFY26 (year on year). Although the trade deficit widened on higher imports, strong remittances and favorable commodity prices helped contain the current account deficit at USD 1.2 billion, compared to a surplus of USD 957 million in 1HFY25.

Foreign exchange reserves improved to USD 20.7 billion as of December 31, 2025, while the Rupee remained broadly stable at PKR 280.1 per US Dollar. Amid easing inflation, the Monetary Policy Committee reduced the policy rate from 11.0% to 10.5% in December 2025, adopting a balanced approach to support growth and stability.

FINANCIAL RESULTS

During the six-month period ended December 31, 2025, Arif Habib Corporation Limited delivered a robust financial performance. The Company posted a profit after tax of PKR 25,499.05 million, compared to PKR 15,157.09 million in the prior period, resulting in an EPS of PKR 6.05 compared to PKR 3.59 (Restated). This strong performance was primarily attributable to higher dividend income, capital gains, and favourable remeasurement gains on investments.

On a consolidated basis, profit after tax attributable to equity holders stood at PKR 6,358.51 million, compared to PKR 5,986.29 million in the corresponding period last year. Earnings per share (EPS) on a consolidated basis increased to PKR 1.51, up from PKR 1.42 (Restated), primarily driven by improved financial performance of our associated companies, leading to an increased share of profit.

PRIVATISATION OF PAKISTAN INTERNATIONAL AIRLINES

We are pleased to inform that the Company, as part of a consortium led by AHCL, was declared the successful bidder with a bid of PKR 135 billion for the step-wise acquisition of 75% equity stake in Pakistan International Airlines Corporation Limited (PIACL) under the Government of Pakistan's privatisation process. The relevant transaction agreements have been executed and a special purpose vehicle (SPV) has been incorporated by the consortium members for the acquisition. The consortium is presently working towards completion of the agreed conditions precedent. Subject to satisfaction of these conditions, formal takeover and transfer of management control are expected before the end of the second quarter of the calendar year. The Consortium intends to exercise its option to acquire the remaining 25% shareholding in PIA currently held by the Government of Pakistan.

PERFORMANCE OF SUBSIDIARIES AND ASSOCIATES

During the period under review, the Group delivered improved results across its key businesses, reflecting stronger market momentum and enhanced operational performance. Pakistan's equity market delivered exceptional performance, with the KSE-100 Index reaching an all-time high of 174,473 points. Arif Habib Limited reported profit after tax of PKR 520.88 million against PKR 504.79 million in the corresponding period, driven by higher market and investment banking activity. Sachal Energy Development posted profit of PKR 1,493.34 million, reflecting continued stable operations. Fatima Fertilizer Company Limited achieved a remarkable annual sales and production volumes in year 2025 and Company is expected to continue to deliver strong financial performance. Javedan Corporation Limited is expected to report an impressive revenue, primarily driven by higher sales of commercial plots, with profitability projected to improve significantly as profit before tax and net profit are expected to reflect stronger margins and enhanced sales volumes.

Operational recovery was particularly visible in the Group's manufacturing segment. Aisha Steel Mills Limited has demonstrated significant improvement over the previous year, driven by higher production levels and enhanced sales volumes in both domestic and export markets. Power Cement Limited also demonstrated improved performance, recording profit after tax of PKR 1,661.41 million compared to PKR 32.37 million in the corresponding period last year, primarily due to higher dispatches, improved margins, and reduced finance costs.

FUTURE OUTLOOK

Amid improving macroeconomic stability and strengthening industrial activity, AHCL is well-positioned to benefit from recovery in key sectors. Growth in real estate, fertilizer, brokerage, and cyclical segments such as cement and steel is expected to support performance. Stable contributions from wind power will continue to provide earnings visibility. The Company remains focused on operational efficiency, disciplined capital allocation, and capturing opportunities arising from improving domestic demand.

The performance of the KSE-100 Index has remained mixed so far in the current quarter, with further upside is contingent upon the Government's policy direction regarding reductions in the very high corporate tax rates, including the Super Tax. A potential reduction in General Sales Tax is also under consideration. As most of the Company's strategic investments are listed companies, AHCL's standalone performance for the remainder of the current financial year will largely depend on the trajectory of the PSX. However, Group's investee companies' performances are growing steadily contributing better consolidated results in future.

ACKNOWLEDGEMENT

The Directors are grateful to the Company's stakeholders for their continuing confidence and patronage. We wish to place on record our appreciation and thanks for the faith and trust reposed by our Business Partners, Bankers & Financial Institutions. We thank the Ministry of Finance, the Securities & Exchange Commission of Pakistan, the State Bank of Pakistan, the Competition Commission of Pakistan, Central Depository Company of Pakistan and the Management of Pakistan Stock Exchange for their continued support and guidance which has gone a long way in giving present shape to the Company. We acknowledge the hard work put in by employees of the Company during the year. We also appreciate the valuable contribution and active role of the members of the audit and other committees in supporting and guiding the management on matters of great importance.

For and on behalf of the Board



Mr. Arif Habib
Chief Executive

Karachi: February 24, 2026



Mr. Asadullah Khawaja
Chairman

Condensed Interim Unconsolidated Financial Statements

For the six months period ended 31st December 2025

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF ARIF HABIB CORPORATION LIMITED

REPORT ON REVIEW OF CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim unconsolidated statement of financial position of Arif Habib Corporation Limited as at December 31, 2025 and the related condensed interim unconsolidated statement of profit or loss, condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated statement of changes in equity, condensed interim unconsolidated statement of cash flows, and notes to and forming part of the condensed interim unconsolidated financial statements for the six months period then ended (here-in-after referred to as the "condensed interim unconsolidated financial statements"). Management is responsible for the preparation and presentation of these condensed interim unconsolidated financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim unconsolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim unconsolidated financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the six months, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Company. Accordingly, the figures of the condensed interim unconsolidated statement of profit or loss and condensed interim unconsolidated statement of comprehensive income for the three months period ended December 31, 2025 and December 31, 2024 have not been reviewed by us.

The engagement partner on the audit resulting in this independent auditor's report is Farrukh Rehman.

A. F. Ferguson & Co.
Chartered Accountants
Karachi

Date: 26th February 2026

UDIN: RR202510059QovaMlmgk

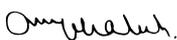
A. F. FERGUSON & CO., Chartered Accountants, a member firm of
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P.O. Box 4716, Karachi-74000, Pakistan
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31st December 2025

	Note	Unaudited 31 December 2025	Audited 30 June 2025
------(Rupees)-----			
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	5	27,530,967	33,512,000
Investment property	6	1,753,000,000	1,753,000,000
Long term investments	7	83,927,226,697	59,498,580,635
Long term loan to related party	8	280,000,000	140,000,000
Long term deposits and other receivable		5,053,180	4,893,280
		85,992,810,844	61,429,985,915
CURRENT ASSETS			
Loans and advances	9	1,877,779,417	1,526,727,252
Mark-up receivable	10	66,468,394	48,282,736
Prepayments and other receivables	11	665,752,689	661,394,716
Short term investments	12	2,366,325,088	2,522,429,927
Cash and bank balances		392,505,988	102,976,469
		5,368,831,576	4,861,811,100
TOTAL ASSETS		91,361,642,420	66,291,797,015

The annexed notes 1 to 30 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31st December 2025

	Note	Unaudited 31 December 2025	Audited 30 June 2025
------(Rupees)-----			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital		10,000,000,000	10,000,000,000
Share capital			
Issued, subscribed and paid up share capital		4,216,967,470	4,216,967,470
Revenue reserves			
General reserve		4,000,000,000	4,000,000,000
Unappropriated profit		67,958,018,475	46,675,938,446
TOTAL EQUITY		76,174,985,945	54,892,905,916
LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred taxation - net		8,538,570,334	4,919,384,423
Contributions from musharaka participants	13	529,770,710	529,770,710
Loan from sponsor		-	3,301,707,946
		9,068,341,044	8,750,863,079
CURRENT LIABILITIES			
Running finance under mark-up arrangement	14	127,583,568	534,837,635
Other payables	15	955,531,065	973,925,751
Current portion of lease liability		9,905,471	17,904,174
Taxation - payments less provision		1,633,355,220	1,092,903,050
Unclaimed dividend		36,388,726	28,457,410
Unpaid dividend	16	3,355,551,381	-
		6,118,315,431	2,648,028,020
TOTAL LIABILITIES		15,186,656,475	11,398,891,099
Contingencies and commitments	17		
TOTAL EQUITY AND LIABILITIES		91,361,642,420	66,291,797,015

The annexed notes 1 to 30 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Director



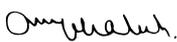
Chief Financial Officer

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

	Note	Six months period ended		Three months period ended	
		31 December 2025	31 December 2024	31 December 2025	31 December 2024
------(Rupees)-----					
Dividend income		4,039,363,727	3,339,662,907	1,287,135,282	2,251,081,299
Other revenue	18	78,137,791	67,742,376	37,869,968	34,367,325
Gross revenue		4,117,501,518	3,407,405,283	1,325,005,250	2,285,448,624
Gain on sale of securities - net		1,265,780,849	477,756,717	178,469,612	345,151,901
Administrative expenses	19	(201,178,962)	(92,484,901)	(152,137,350)	(50,477,917)
Net finance cost / income	20	(68,102,031)	(324,820,441)	5,992,470	(112,825,097)
Gain on remeasurement of investments - net		24,943,939,431	14,787,685,799	9,974,966,470	11,764,843,293
Gain on investment property - net		-	(12,436,679)	-	(13,636,679)
Operating Profit		30,057,940,805	18,243,105,778	11,332,296,452	14,218,504,125
Other income		-	8,384	-	8,384
Other charges	21	(32,216,947)	(4,575,207)	(31,601,947)	(2,519,735)
Profit before levy and income tax		30,025,723,858	18,238,538,955	11,300,694,505	14,215,992,774
Levy	22	(3,917,006)	(1,800,062)	(542,006)	(1,800,062)
Profit before income tax		30,021,806,852	18,236,738,893	11,300,152,499	14,214,192,712
Income tax expense	23	(4,522,759,353)	(3,079,653,672)	(1,405,435,341)	(2,396,510,646)
Profit for the period		25,499,047,499	15,157,085,221	9,894,717,158	11,817,682,066
			(Restated)		(Restated)
Earnings per share - basic and diluted	24	6.05	3.59	2.35	2.80

The annexed notes 1 to 30 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Director



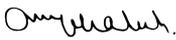
Chief Financial Officer

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For The Six Months Period Ended 31st December 2025

	Six months period ended		Three months period ended	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
	------(Rupees)-----			
Profit for the period	25,499,047,499	15,157,085,221	9,894,717,158	11,817,682,066
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	25,499,047,499	15,157,085,221	9,894,717,158	11,817,682,066

The annexed notes 1 to 30 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Director



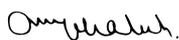
Chief Financial Officer

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For The Six Months Period Ended 31st December 2025

	Issued, subscribed and paid up share capital	Reserves			Sub total	Total
		Capital Reserves	Revenue Reserves			
		Shares to be issued under scheme of arrangement	General reserve	Unappropriated profit		
(Rupees)						
Balance as at 1 July 2024	4,083,750,000	133,217,470	4,000,000,000	25,852,471,316	29,985,688,786	34,069,438,786
Total comprehensive income for the six months period ended 31 December 2024						
Profit for the period	-	-	-	15,157,085,221	15,157,085,221	15,157,085,221
Other comprehensive income for the period	-	-	-	-	-	-
	-	-	-	15,157,085,221	15,157,085,221	15,157,085,221
Transactions with owners of the Company recorded directly in equity - distributions						
Final cash dividend at the rate of Rs. 7 per share for the year ended 30 June 2024	-	-	-	(2,951,877,229)	(2,951,877,229)	(2,951,877,229)
Effect of scheme of arrangement / merger	133,217,470	(133,217,470)	-	-	(133,217,470)	-
Balance as at 31 December 2024	4,216,967,470	-	4,000,000,000	38,057,679,308	42,057,679,308	46,274,646,778
Balance as at 1 July 2025	4,216,967,470	-	4,000,000,000	46,675,938,446	50,675,938,446	54,892,905,916
Total comprehensive income for the six months period ended 31 December 2025						
Profit for the period	-	-	-	25,499,047,499	25,499,047,499	25,499,047,499
Other comprehensive income for the period	-	-	-	-	-	-
	-	-	-	25,499,047,499	25,499,047,499	25,499,047,499
Transactions with owners of the Company recorded directly in equity - distributions						
Final cash dividend at the rate of Re. 1 per share for the year ended 30 June 2025	-	-	-	(4,216,967,470)	(4,216,967,470)	(4,216,967,470)
Balance as at 31 December 2025	4,216,967,470	-	4,000,000,000	67,958,018,475	71,958,018,475	76,174,985,945

The annexed notes 1 to 30 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Director



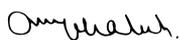
Chief Financial Officer

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

	Note	Six months period ended	
		31 December 2025	31 December 2024
		------(Rupees)-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net cash generated from / (used in) operations	25	449,193,262	(2,595,480,680)
Long term loan to related party - net		(140,000,000)	49,670,165
Income tax and levy paid		(367,038,278)	(292,157,320)
Mark-up received		17,540,151	76,716,295
Finance cost paid		(51,145,490)	(446,505,981)
Net cash used in operating activities		(91,450,355)	(3,207,757,521)
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property and equipment	5	(3,213,623)	(1,891,869)
Proceeds from disposal of property and equipment		86,136	65,000
Dividend received		4,039,363,727	3,339,662,907
Acquisition of long term investments		-	(4,773,982,607)
Proceeds from disposal of long term investments		916,512,241	386,281,486
Acquisition of investment properties		-	(1,710,020,000)
Proceeds from disposal of investment properties		-	87,563,321
Additions to long term deposits and other receivable		(159,900)	-
Net cash generated from / (used in) investing activities		4,952,588,581	(2,672,321,762)
CASH FLOWS FROM FINANCING ACTIVITIES			
Loan repaid to sponsor		(3,301,707,946)	(800,000,000)
Short term loans obtained		-	6,300,000,000
Contributions received from Musharaka participants		-	522,537,950
Dividend paid		(853,484,773)	(325,382,650)
Payment of lease liability		(9,004,974)	(8,186,340)
Net cash (used in) / generated from financing activities		(4,164,197,693)	5,688,968,960
Net increase / (decrease) in cash and cash equivalents		696,940,533	(191,110,323)
Cash and cash equivalents at beginning of the period		(431,861,166)	(455,353,989)
Effect of exchange rate fluctuations on cash held		(156,947)	8,384
Cash and cash equivalents at end of the year	26	264,922,420	(646,455,928)

The annexed notes 1 to 30 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

1. STATUS AND NATURE OF BUSINESS

- 1.1** Arif Habib Corporation Limited ("the Company") was incorporated in Pakistan on 14 November, 1994 as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Company is listed on the Pakistan Stock Exchange Limited. The principal activity of the Company is to make strategic investments in subsidiary companies and associates engaged in diversified sectors and investment in other securities. The Company also extends loans, advances and guarantees to its associated company / undertaking as allowed under the Companies Act, 2017. The registered office of the Company is situated at 2nd Floor, 23, M. T. Khan Road, Karachi, Pakistan. The Company is domiciled in the province of Sindh.

These condensed interim unconsolidated financial statements are separate financial statements of the Company in which investments in subsidiaries have been accounted for at cost less accumulated impairment losses, if any. Investments in associates are carried at fair value through profit and loss and fair value through other comprehensive income based on their classification. The condensed interim consolidated financial statements of the Company and its subsidiaries have been prepared separately.

- 1.2** The Company has following long term investments in subsidiaries and associates and its underlying shareholding in respective subsidiaries and associate:

Name of Companies	Sharholding
<i>Subsidiaries</i>	
- Arif Habib Limited, a brokerage house	<u>74.32%</u>
- Sachal Energy Development (Private) Limited, a wind power generation company	<u>85.83%</u>
- Black Gold Power Limited, a coal power generation company	<u>100.00%</u>
<i>Associates</i>	
- Fatima Fertilizer Company Limited, a fertilizer manufacturing company	<u>15.19%</u>
- Safe Mix Concrete Limited, a ready mix concrete manufacturing company	<u>27.63%</u>
- Power Cement Limited, a cement manufacturing company	<u>24.48%</u>
- Javedan Corporation Limited, a real estate company	<u>39.52%</u>

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim unconsolidated financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, IFRS Accounting Standards issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of, directives and notifications issued under the Companies Act, 2017.

Where the provisions of, directives and notifications issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of, directives and notifications issued under the Companies Act, 2017 have been followed.

- 2.2** These condensed interim unconsolidated financial statements are unaudited and do not include all the statements required for full annual financial statements and should be read in conjunction with the audited annual unconsolidated financial statements of the Company as at and for the year ended 30 June 2025.

- 2.3** These condensed interim unconsolidated financial statements have been prepared on the basis of a single reportable segment.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

2.4 Basis of measurement

These condensed interim unconsolidated financial statements have been prepared under the historical cost convention, as modified by remeasurement of certain financial assets at fair value and should be read in conjunction with the audited annual unconsolidated financial statements of the Company as at and for the year ended 30 June 2025.

2.5 Functional and presentation currency

These condensed interim unconsolidated financial statements are presented in Pakistani Rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest rupee, unless otherwise stated.

3. CRITICAL ACCOUNTING ESTIMATES, JUDGMENTS AND FINANCIAL RISK MANAGEMENT

3.1 The preparation of these condensed interim unconsolidated financial statements requires management to make judgements and estimates that affect the application of accounting policies and the reporting amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience. Actual results may differ from these estimates.

3.2 The significant judgements made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited unconsolidated financial statements as at and for the year ended 30 June 2025.

3.3 The company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June 2025.

4. MATERIAL ACCOUNTING POLICY INFORMATION

4.1 The material accounting policies and the methods of computation adopted in the preparation of these condensed interim unconsolidated financial statements are same as those applied in the preparation of annual audited unconsolidated financial statements of the Company as at and for the year ended 30 June 2025.

4.2 Changes in accounting standards, interpretations and pronouncements

a) Standards and amendments to approved accounting standards that are effective

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting period which began on 01 July 2025. However, these do not have any significant impact on the Company's financial reporting.

b) Standards and amendments to approved accounting standards that are not yet effective

There are certain new standards and amendments that will be applicable to the Company for its annual periods beginning on or after 01 January 2026. The new standards include IFRS 18 Presentation and Disclosure in Financial Statements and IFRS 19 Subsidiaries without Public Accountability: Disclosures both with applicability date of 01 January 2027. The overall amendments include those made to IFRS 7 and IFRS 9 which clarify the date of recognition and derecognition of a financial asset or financial liability which are applicable effective 01 January 2026. The Company's management at present is in the process of assessing the full impacts of these new standards and the amendments to IFRS 7 and IFRS 9 and is expecting to complete the assessment in due course.

5. PROPERTY AND EQUIPMENT

Following is the cost / written down value of properties and equipment that have been added / disposed off during the period:

	Unaudited Six months period ended 31 December 2025		Unaudited Six months period ended 31 December 2024	
	Additions	Disposals	Additions	Disposals
	(Rupees)			
Furniture and office equipment	226,100	-	418,200	110,207
Computer and allied equipment	2,987,523	86,136	1,363,169	-
Vehicles	-	-	110,500	-
	3,213,623	86,136	1,891,869	110,207

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

Note	Unaudited 31 December 2025	Audited 30 June 2025
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------(Rupees)-----

6. INVESTMENT PROPERTY

Open plots of land - at fair value	1,753,000,000	1,753,000,000
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6.1 Movement

Carrying amount at beginning of the period / year	1,753,000,000	169,000,000
Additions during the period / year	-	1,710,020,000
Disposals during the period / year	-	(147,000,000)
Unrealised gain from fair value adjustment	-	20,980,000
Carrying amount at end of the period / year	1,753,000,000	1,753,000,000

6.1.1 This includes two commercial plots, FL-06 and COM-11, located at Naya Nazimabad, Karachi, having fair values of Rs. 900 million and Rs. 830 million, respectively. These plots were acquired during the year ended 30 June 2025 from Javedan Corporation Limited (JCL), a related party, under a Musharaka Agreement (refer note 13).

As at 31 December 2025, an installment of Rs. 96.49 million (30 June 2025: Rs 266.55 million) relating to this purchase is payable to JCL (a related party) as per the terms of the agreement.

Note	Unaudited 31 December 2025	Audited 30 June 2025
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------(Rupees)-----

7. LONG TERM INVESTMENTS

Subsidiaries - at cost (net of impairment)	7.1	5,014,279,825	5,014,279,825
Associates - designated at fair value through profit or loss	7.2	71,076,593,936	46,178,105,271
Debt instrument - at amortised cost	7.3	1,000,143,126	927,313,472
Debt instruments - at fair value through profit or loss	7.4	6,836,209,810	7,378,882,067
Other equity securities - designated at fair value through other comprehensive income	7.5	-	-
		83,927,226,697	59,498,580,635

7.1 Subsidiaries - at cost (net of impairment)

Quoted Entity

Arif Habib Limited (AHL) 48,558,633 (30 June 2025: 48,558,633) fully paid ordinary shares of Rs. 10 each	2,267,814,765	2,267,814,765
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Unquoted Entities

Sachal Energy Development (Private) Limited (SEDPL) 274,646,506 (30 June 2025: 274,646,506) fully paid ordinary shares of Rs. 10 each	2,746,465,060	2,746,465,060
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Black Gold Power Limited (BGPL) 5,000,000 (30 June 2025: 5,000,000) fully paid ordinary shares of Rs. 10 each	50,000,000	50,000,000
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Impairment recognised	(50,000,000)	(50,000,000)
	5,014,279,825	5,014,279,825

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

7.2 Associates - designated at fair value through profit or loss

	Cost	Appreciation on remeasurement of investments	Carrying amount (at fair value)	
			Unaudited 31 December 2025	Audited 30 June 2025
----- (Rupees) -----				
Quoted entities				
Fatima Fertilizer Company Limited (FFCL) 319,000,206 (30 June 2025: 319,000,206) fully paid ordinary shares of Rs. 10 each	3,512,782,225	44,850,839,007	48,363,621,232	31,711,810,479
Safe Mix Concrete Limited (SMCL) 6,908,018 (30 June 2025: 6,908,018) fully paid ordinary shares of Rs. 10 each	88,330,602	201,875,234	290,205,836	158,884,414
Javedan Corporation Limited (JVDC) 150,533,107 (30 June 2025: 150,533,107) fully paid ordinary shares of Rs. 10 each	5,355,454,479	11,132,436,739	16,487,891,218	9,686,805,441
Power Cement Limited (PCL) 310,954,117 (30 June 2025: 310,954,117) fully paid ordinary shares of Rs. 10 each	1,647,615,007	3,797,191,582	5,444,806,589	4,222,756,909
Power Cement Limited (PCL) 23,171,114 (30 June 2025: 23,171,114) fully paid preference shares of Rs. 10 each	227,843,961	262,225,100	490,069,061	397,848,028
	10,832,026,274	60,244,567,662	71,076,593,936	46,178,105,271

7.3 Debt instrument - at amortised cost

	Fair value at initial recognition	Cumulative unwinding of interest income	Carrying amount	
			Unaudited 31 December 2025	Audited 30 June 2025
----- (Rupees) -----				
Unquoted entity				
Fatima Fertilizer Company Limited (FFCL) 135,000,000 (30 June 2025: 135,000,000) redeemable class A shares of Rs. 10 each	591,315,343	408,827,783	1,000,143,126	927,313,472

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

7.4	Debt instruments - at fair value through profit or loss	Carrying amount (at fair value)			
		Cost	Appreciation on remeasurement of investments	Unaudited 31 December 2025	Audited 30 June 2025
----- (Rupees) -----					
Quoted entity					
	Globe Residency REIT (GRR) 56,047,311 (30 June 2025: 96,115,547) units of Rs. 10 each	589,002,310	546,516,211	1,135,518,521	1,834,845,792
Unquoted entities					
	Silk Islamic Development REIT (SIDR) 60,000,000 (30 June 2025: 60,000,000) units of Rs. 10 each	600,000,000	153,000,000	753,000,000	704,400,000
	Naya Nazimabad Apartment REIT (NNR) 76,375,000 (30 June 2025: 76,375,000) units of Rs. 10 each	763,750,000	189,410,000	953,160,000	916,500,000
	Rahat Residency REIT (RRR) 50,000,000 (30 June 2025: 50,000,000) units of Rs. 10 each	500,000,000	25,000,000	525,000,000	513,500,000
	Signature Residency REIT (SRR) 13,329,896 (30 June 2025: 13,329,896) units of Rs. 10 each	133,298,960	53,319,584	186,618,544	144,895,970
	Garden View Apartment REIT (GVAR) [Formerly Park View Apartment REIT (PVAR)] 126,213,644 (30 June 2025: 126,213,644) units of Rs. 10 each	1,262,136,440	219,195,236	1,481,331,676	1,481,331,676
	Gymkhana Apartment REIT (GAR) 120,000,000 (30 June 2025: 120,000,000) units of Rs. 10 each	1,200,000,000	104,962,000	1,304,962,000	1,304,962,000
	Musharaka Arrangements (Managed by Javedan Corporation Limited - a related party)				
	Investment in JCL Musharaka Arrangement I	273,400,000	56,403,293	329,803,293	318,537,021
	Investment in JCL Musharaka Arrangement II	157,000,000	9,815,776	166,815,776	159,909,608
		5,478,587,710	1,357,622,100	6,836,209,810	7,378,882,067

7.5 Other equity securities - designated at fair value through other comprehensive income

This represents investments made in Sun Biz (Private) Limited and Al-Khabeer Financial Services which were reassessed by the management on initial application of IFRS-9 and based on the available information, it was concluded that the fair value does not differ materially from carrying amount as at 31 December 2025.

7.6 Fair value of long term investments pledged with banking companies against various facilities of the Company amounts to Rs. 485.15 million (30 June 2025: Rs. 25,909 million).

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

8.	LONG TERM LOAN TO RELATED PARTY	Note	Unaudited 31 December 2025	Audited 30 June 2025
			------(Rupees)-----	
At amortised cost				
	Silk Islamic Developmental REIT	8.1 & 8.2	280,000,000	140,000,000
8.1	This represents shariah compliant Musharaka finance facility being extended to SIDR, REIT Fund managed by Arif Habib Dolmen REIT Management Limited, a related party. This loan carries a fixed return of KIBOR + 200 basis points per annum which is accrued and recognized over time using the effective interest rate. Upon the expiration of the Musharaka tenor, the Company has the option to convert the outstanding Musharaka investment into units of the SIDR. During the period, the Company disbursed an additional amount of Rs. 140 million under the said facility.			
8.2	The maximum amount outstanding from the above related party at end of any month during the period was Rs. 280 million (30 June 2025: Rs.140 million).			
9.	LOANS AND ADVANCES	Note	Unaudited 31 December 2025	Audited 30 June 2025
			------(Rupees)-----	
Loans to related party - Unsecured				
Measured at amortised cost				
	- Black Gold Power Limited (BGPL)		5,900,000	5,900,000
	- Rahat Residency REIT (RRR)		-	100,000,000
	- Globe Residency REIT (GRR)		-	106,039,022
Advance for purchase of investment properties from related parties				
	- Silk Islamic Development REIT (SIDR)		80,598,980	40,598,980
	- Naya Nazimabad Apartment REIT (NNR)		-	72,385,500
	- Globe Residency REIT (GRR)		1,490,289,610	1,199,849,511
Advance for investment in related party				
	- Garden View Apartment REIT (GVAR)		86,624,980	-
	[Formerly Park View Apartment REIT (PVAR)]		213,333,333	-
	Advance against purchase of equity	9.1	1,032,514	1,954,239
	Advance against salaries to employees		1,877,779,417	1,526,727,252
9.1	This amount represents the Company's proportionate contribution, as lead member of a consortium, towards earnest money submitted to the Privatisation Commission of Pakistan in connection with the bidding process for the privatisation of Pakistan International Airlines Corporation Limited ("PIACL"). The consortium was declared the highest bidder on 23 December 2025 and a Letter of Acceptance was received subsequent to the period end. The earnest money is to be adjusted against the purchase consideration upon completion of the due process of share issuance.			
	Further, subsequent to the period end, the Company-led consortium signed the Share Purchase Agreement (SPA) with the Government of Pakistan on 29 January 2026, committing to acquire 75% of PIACL's share capital for a total consideration of Rs. 135 billion and announced its intention to exercise the option to acquire the remaining 25% of the share capital for an additional consideration of Rs. 45 billion at a premium of 12% per annum.			
9.2	The carrying values of the loans and advances are neither past due nor impaired. The maximum amount outstanding from above related parties in respect of loans and advances at end of any month during the period was Rs. 1,663.41 million (30 June 2025: Rs. 5,642.41 million).			
10.	MARK-UP RECEIVABLE		Unaudited 31 December 2025	Audited 30 June 2025
			------(Rupees)-----	
Considered good				
From related parties:				
	- Aisha Steel Mills Limited		-	722,192
	- Globe Residency REIT		14,260,668	7,511,235
	- Rahat Residency REIT		-	2,402,630
	- Silk Islamic Development REIT		52,207,726	37,646,679
			66,468,394	48,282,736

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

10.1 The maximum amount due from above related parties in respect of mark-up receivable as at the end of any month during the period was Rs. 66.47 million (30 June 2025: Rs. 48.28 million).

Note	Unaudited 31 December 2025	Audited 30 June 2025
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11. PREPAYMENTS AND OTHER RECEIVABLES

		------(Rupees)-----	
Receivable from Rahat Residency REIT	11.1	651,630,000	651,630,000
Guarantee commission receivable from related parties	11.2 & 11.3	2,508,387	5,015,753
Prepayments		4,290,779	2,585,231
Others	11.4	7,323,523	2,163,732
		<u>665,752,689</u>	<u>661,394,716</u>

11.1 Subsequent to the period end, an amount of Rs. 325 million out of this balance has been received.

	Unaudited 31 December 2025	Audited 30 June 2025
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11.2 Guarantee commission

		------(Rupees)-----	
Aisha Steel Mills Limited		238,892	274,282
Sachal Energy Development (Private) Limited		1,209,046	1,569,150
Power Cement Limited		211,921	211,920
Arif Habib Limited		848,528	2,960,401
		<u>2,508,387</u>	<u>5,015,753</u>

11.3 The maximum amount due in respect of guarantee commission receivable as at the end of any month during the period was Rs. 2.51 million (30 June 2025: Rs. 5.01 million).

11.4 This includes Rs. 5.14 million (30 June 2025: Nil) receivable from Arif Habib Limited, a subsidiary company on account of sale of securities.

	Unaudited 31 December 2025	Audited 30 June 2025
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12. SHORT TERM INVESTMENTS

Equity securities at fair value through profit or loss

		------(Rupees)-----	
Investment in ordinary shares of related parties		1,495,822,093	1,273,546,786
Investment in preference shares of related parties		769,556,448	598,738,768
Investment in ordinary shares of other companies		100,946,547	650,144,373
		<u>2,366,325,088</u>	<u>2,522,429,927</u>

12.1 Fair value of short term investments pledged with banking companies against various financing facilities availed by the Company amounts to Nil (30 June 2025: Rs. 729.95 million).

13. CONTRIBUTIONS FROM MUSHARAKA PARTICIPANTS

This includes contributions amounting to Rs. 522.54 million received from musharaka participants, namely Mr. Haji Ghani Usman and Mr. Iqbal Usman, under the musharaka agreement dated 27 December 2024.

This agreement establishes a joint arrangement for the acquisition, management, and potential development of plots FL-06 and COM-11, located in Naya Nazimabad, Karachi. The fair value gain on these plots as at 31 December 2025 amounting to Rs. 19.98 million (30 June 2025: Rs. 19.98 million) has been allocated in line with the agreed profit-sharing ratios, resulting in a corresponding increase in liability by an amount of Rs. 7.23 million (30 June 2025: Rs 7.23 million). Under the agreement:

- The Company, as the managing partner, holds the legal title to the properties and is responsible for managing all operational aspects, including decisions regarding renting, selling, or reinvesting proceeds.
- The beneficial ownership of the properties is shared proportionately among the musharaka participants in the following contribution and profit-sharing ratios:
 - Arif Habib Corporation Limited (AHCL): 63.8%
 - Mr. Haji Ghani Usman: 31.2%
 - Mr. Iqbal Usman: 5.0%

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

14. RUNNING FINANCE UNDER MARK-UP ARRANGEMENT

Running finance facilities are available from various commercial banks, under mark-up arrangements, amounting to Rs. 8,950 million (30 June 2025: Rs. 8,950 million). These facilities have various maturity dates up to 31 May 2026 and are generally renewable. These arrangements are secured against the pledge of marketable securities having margin ranging from 30% to 50%.

These running finance facilities carry mark-up ranging from 3-month KIBOR plus 0.7% to 3-month KIBOR plus 1.75% per annum (30 June 2025: 3-month KIBOR plus 0.7% to 3-month KIBOR plus 1.75% per annum) calculated on a daily product basis, and is payable quarterly. The aggregate amount of these facilities which have not been availed as at the reporting date amounts to Rs. 8,822 million (30 June 2025: Rs. 8,415 million).

15. OTHER PAYABLES

15.1 This includes accrued mark-up amounting to Rs. 92.13 million (30 June 2025: Rs. 0.41 million) on account of loan facility obtained from Mr. Arif Habib (Sponsor).

15.2 This also includes Rs. 1.29 million (30 June 2025: Rs. 1.42 million) payable to Rotocast Engineering Company (Private) Limited, a related party on account of monthly expense contribution of utilities and maintenance charges.

16. UNPAID DIVIDEND

This represents dividend payable to Mr. Arif Habib (Sponsor) which has been withheld in accordance with his instructions.

17. CONTINGENCIES AND COMMITMENTS

17.1 There is no other change in the status of contingencies and commitments as disclosed in the preceding annual audited unconsolidated financial statements as at and for the year ended 30 June 2025 except for the following:

- Number of shares of Fatima Fertilizer Company Limited pledged with various banks for running finance facilities obtained by Arif Habib Limited, a subsidiary company has been reduced from 100.85 million to 56.25 million.
- The exposure against corporate guarantee on behalf of a subsidiary company, Sachal Energy Development (Private) Limited, has been reduced by USD 5 million. The total exposure has been reduced to USD 15 million (equivalent to Rs. 4,202 millions) out of USD 100 million due to timely repayment of loan.

Note	Unaudited			
	Six months period ended		Three months period ended	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
18. OTHER REVENUE	------(Rupees)-----			
Guarantee commission income	5,308,137	5,056,105	2,552,894	2,431,823
Unwinding of interest on debt instrument	72,829,654	62,686,271	35,317,074	31,935,502
	78,137,791	67,742,376	37,869,968	34,367,325

18.1 This is the notional income that emerges from the unwinding of interest income on Fatima Fertilizer Company Limited (FFCL) - redeemable class A shares. This unwinding is determined by discounting the interest income to its present value at the point of initial recognition.

19. ADMINISTRATIVE EXPENSES

This includes expenses amounting to Rs. 100 million incurred in connection with the proposed acquisition of Pakistan International Airlines Corporation Limited (PIACL) (refer note 9.1).

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

	Unaudited			
	Six months period ended		Three months period ended	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
20. NET FINANCE COST / INCOME	------(Rupees)-----			
Mark-up income on loans to associates	(25,429,270)	(102,484,548)	(11,203,329)	(80,527,680)
Mark-up income on bank deposits	(10,296,539)	(1,370,272)	(4,175,140)	(708,289)
Finance income	(35,725,809)	(103,854,820)	(15,378,469)	(81,235,969)
Mark-up on running finance under markup arrangement	11,024,886	385,456,461	8,856,274	191,763,066
Mark-up on loan from sponsor	91,721,020	39,602,461	-	-
Interest expense on lease liabilities	1,006,271	2,548,858	503,136	1,274,429
Bank charges	75,663	1,067,481	26,589	1,023,571
Finance cost	103,827,840	428,675,261	9,385,999	194,061,066
	68,102,031	324,820,441	(5,992,470)	112,825,097

21. OTHER CHARGES

This includes donation amounting to Rs. 30 million (30 June 2025: Nil) disbursed to Naya Nazimabad Foundation, a related party.

22. LEVY

This represents final tax paid under section 5 of Income Tax Ordinance (ITO 2001), representing levy in terms of requirements of IFRIC 21 / IAS 37.

	Unaudited			
	Six months period ended		Three months period ended	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
23. INCOME TAX EXPENSE	------(Rupees)-----			
Current	946,999,825	674,141,231	144,549,693	407,132,425
Prior	(43,426,383)	363,625	(43,426,383)	363,625
Deferred	3,619,185,911	2,405,148,816	1,304,312,031	1,989,014,596
	4,522,759,353	3,079,653,672	1,405,435,341	2,396,510,646

23.1 The provision for current year tax represents tax on taxable income under final tax regime as per the applicable rate and minimum tax per annum under normal tax regime and super tax. The Company computes current tax expense based on the generally accepted interpretation of the tax laws to ensure that sufficient provision for the purpose of taxation is available. According to management, the tax provision made in these condensed interim unconsolidated financial statements is sufficient.

23.2 Under Section 4B of the Income Tax Ordinance, 2001, relating to super tax for rehabilitation of temporarily displaced persons from tax years 2015 to 2019, the Company's petition before the Honourable High Court of Sindh was rejected. An appeal to the Honourable Supreme Court of Pakistan granted interim relief subject to a 50% deposit, which the Company complied with.

Under Section 4C of the Ordinance, the Government levied super tax on high earning persons and specified sectors from tax year 2022 onwards. The Company recorded total provisions of Rs. 1,627.11 million for tax years 2022 to 2026, while pursuing constitutional petitions against the levy before the Honourable Islamabad High Court. Both of these cases were subsequently transferred to the Honourable Federal Constitutional Court (FCC) on 27 November 2025 for consolidated hearing.

Subsequent to the period end, the Honourable FCC, through Civil Appeal No. 1243 of 2020, vide Order dated 27 January 2026, upheld the vires of Sections 4B and 4C of the Income Tax Ordinance, 2001. Accordingly, the cases were decided against the Company.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

- 23.3** Deferred tax assets have not been recognised in respect of unused tax losses and the deductible temporary differences as it is not probable that future taxable profits under normal tax regime will be available against which the Company can use the benefits therefrom.

24. EARNINGS PER SHARE - BASIC AND DILUTED

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the period. There is no dilutive effect on the basic earnings per share of the Company:

	Unaudited			
	Six months period ended		Three months period ended	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
	------(Rupees)-----			
Profit for the period	25,499,047,499	15,157,085,221	9,894,717,158	11,817,682,066
	----- (Number) -----			
	(Restated)		(Restated)	
Weighted average number of ordinary shares	4,216,967,470	4,216,967,470	4,216,967,470	4,216,967,470
	------(Rupees)-----			
Earnings per share - basic and diluted	6.05	3.59	2.35	2.80

- 24.1** The earnings per share has been adjusted retrospectively to incorporate the effect of the share split approved on 19 March 2025, whereby the face value of each ordinary share was reduced from Rs. 10 to Re. 1.

25. NET CASH GENERATED FROM / (USED IN) OPERATIONS

	Unaudited	
	Six months period ended	31 December 2024
	31 December 2025	31 December 2024
	------(Rupees)-----	
Profit before income tax	30,021,806,852	18,236,738,893
Adjustments for:		
Depreciation	9,108,520	9,159,334
Amortisation	-	77,370
Dividend income	(4,039,363,727)	(3,339,662,907)
Gain on remeasurement of long term investments	(24,776,894,300)	(13,830,049,705)
Gain on remeasurement of short term investments	(167,045,131)	(957,636,094)
Gain on sale of long term investments	(495,434,349)	(49,291,591)
Gain on investment property - net	-	12,436,679
Exchange loss / (gain) on foreign currency translation	156,947	(8,384)
Net finance cost	68,102,031	324,820,441
Unwinding of interest on debt instrument	(72,829,654)	(62,686,271)
Loss on disposal of fixed assets	-	45,207
Levy	3,917,006	1,800,062
	(29,470,282,657)	(17,890,995,859)
Effect on cash flow due to working capital changes		
Increase in current assets		
Loans and advances	(351,052,165)	(3,958,301,143)
Prepayments and other receivables	(4,357,973)	(263,916,211)
Short term investments	323,149,970	1,822,147,701
	(32,260,168)	(2,400,069,653)
Decrease in current liabilities		
Other payables	(70,070,765)	(541,154,061)
Net cash generated from / (used in) operations	449,193,262	(2,595,480,680)

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

		Unaudited Six months period ended	
		31 December 2025	31 December 2024
		------(Rupees)-----	
26.	CASH AND CASH EQUIVALENTS		
	Cash and bank balances	392,505,988	51,601,128
	Running finance under mark-up arrangement	(127,583,568)	(698,057,056)
		<u>264,922,420</u>	<u>(646,455,928)</u>

27. FAIR VALUE MEASUREMENTS

Fair value is an amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences may arise between the carrying values and the fair values estimates.

The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

Financial assets measured at fair value As at 31 December 2025	Level 1	Level 2	Level 3	Total
	------(Rupees)-----			
Long term investments	72,398,731,001	2,786,293,676	2,727,779,069	77,912,803,746
Short term investments	2,366,325,088	-	-	2,366,325,088
	<u>74,765,056,089</u>	<u>2,786,293,676</u>	<u>2,727,779,069</u>	<u>80,279,128,834</u>
As at 30 June 2025				
Long term investments	48,012,951,063	2,786,293,676	2,757,742,599	53,556,987,338
Short term investments	2,522,429,927	-	-	2,522,429,927
	<u>50,535,380,990</u>	<u>2,786,293,676</u>	<u>2,757,742,599</u>	<u>56,079,417,265</u>

28. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of group companies (including subsidiaries and associates), directors, their close family members, major shareholders of the Company, companies where directors also hold directorship, key management personnel and staff provident fund. Transactions with related parties are carried out at contractual / agreed terms. Remuneration and benefits to key management personnel of the Company are in accordance with the terms of the employment while contribution to the provident fund is in accordance with staff service rules.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company. The Company considers its Chief Executive Officer, Chief Financial Officer, Company Secretary, Non-Executive Directors and Departmental Heads to be its key management personnel. There are no transactions with key management personnel other than their terms of employment / entitlement.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

Transactions with related parties during the period other than those disclosed elsewhere in these condensed interim unconsolidated financial statements are given below:

Name of the related party	Transactions during the year	Unaudited Six months period ended	
		31 December 2025	31 December 2024
------(Rupees)-----			
Subsidiaries			
Arif Habib Limited (74.32% shareholding)	Services availed	2,952,750	6,583,100
	Guarantee commission income	1,698,518	686,383
	Dividend income	485,586,329	249,899,890
	Loan extended	-	1,585,000,000
	Mark-up on loan	-	11,317,193
Sachal Energy Development (Private) Limited (85.83% shareholding)	Guarantee commission income	2,621,103	3,981,037
	Dividend Income	1,373,232,530	1,373,232,530
Black Gold Power Limited (100% shareholding)	Loan extended	-	200,000
Associates			
Fatima Fertilizer Company Limited (15.19% shareholding)	Dividend income	1,116,500,721	932,250,567
Safe Mix Concrete Limited (27.63% shareholding)	Dividend income	17,270,045	13,816,036
Power Cement Limited * (24.48% shareholding)	Guarantee commission income	423,841	423,840
	Loan extended	-	875,000,000
	Loan repayment	-	875,000,000
	Markup Income	-	1,445,966
Javedan Corporation Limited (39.52% shareholding)	Mark-up on loan	-	7,834,962
	Loan extended	-	795,400,000
	Loan repayment	-	595,400,000
	Dividend income	752,665,535	602,132,428
	Investment properties sold	-	49,363,321

* The shareholding percentage includes ordinary and preference shares.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

Name of the related party	Transactions during the year	Unaudited Six months period ended	
		31 December 2025	31 December 2024
		------(Rupees)-----	
Associated companies by virtue of common directorship			
Aisha Steel Mills Limited	Loan extended	500,000,000	3,650,000,000
	Loan repaid	500,000,000	1,250,000,000
	Mark-up on loan	1,315,912	65,653,852
	Guarantee commission income	564,675	651,228
Rotocast Engineering Company (Private) Limited	Payment of rent and sharing of utilities, insurance and maintenance charges	18,394,243	26,685,968
Globe Residency REIT	Dividend income	213,335,402	156,331,040
	Mark-up on loan	6,749,433	5,846,437
	Advance given for purchase of investment property	290,440,099	93,475,985
Signature Residency REIT	Dividend income	26,659,792	-
Rahat Residency REIT	Loan repaid	100,000,000	-
	Mark-up on loan	2,802,877	-
	Dividend income	28,000,000	-
Silk Islamic Development REIT	Loan extended	140,000,000	-
	Advance given for purchase of investment Property	40,000,000	-
	Mark-up on loan	14,561,047	10,386,137
Garden View Apartment REIT [Formerly Park View Apartment REIT]	Advance given for purchase of investment property	86,624,980	-
Naya Nazimabad Foundation	Donation	30,000,000	-
Others			
Employees retirement benefit - Provident fund	Company's contribution	1,825,934	1,893,168
Key management personnel compensation	Salaries and other employee benefits	25,790,100	28,860,895
	Contributions to provident fund	1,808,529	1,370,502
Mr. Arif Habib	Loan received	522,000,000	2,864,000,000
	Loan repaid	3,823,707,946	3,664,000,000

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

Name of the related party	Transactions during the year	Unaudited Six months period ended	
		31 December 2025	31 December 2024
------(Rupees)-----			
Others			
Mr. Asadullah Khawaja	Meeting fee paid	100,000	150,000
	Dividend paid	1,060,060	567,042
Mr. Khawaja Najam Ud Din Roomi	Meeting fee paid	175,000	75,000
	Dividend paid	2,730,000	1,911,000
Ms. Zeba Bakhtiar	Meeting fee paid	100,000	150,000
	Dividend paid	1,000	700
Mr. Abdus Samad	Meeting fee paid	100,000	150,000
	Dividend paid	10,060	7,042
Mr. Muhammad Kashif	Meeting fee paid	175,000	150,000
	Dividend paid	352,900	247,030
Mr. Nasim Beg	Meeting fee paid	100,000	150,000
	Dividend paid	20,780	14,546
Mr. Muhammad Ejaz	Meeting fee paid	125,000	150,000
	Dividend paid	1,210	847

28.1 The status of outstanding balances with related parties as at 31 December 2025 is included in the respective notes to these condensed interim unconsolidated financial statements. These are settled in the ordinary course of business.

29. SHARIAH COMPLIANCE STATUS DISCLOSURE	Note	Unaudited Six months period ended	
		31 December 2025	Audited 30 June 2025
------(Rupees)-----			
Condensed interim unconsolidated statement of financial position			
- Long-term financing as per Islamic mode	13	529,770,710	529,770,710
- Mark-up accrued on conventional loan		100,982,605	49,306,526
- Short-term investment as per Islamic mode	12	2,319,325,544	1,922,211,053
- Long-term investment as per Islamic mode	7	77,777,428,351	52,649,455,018
- Shariah-compliant bank balances		1,712,844	1,673,242
Condensed interim unconsolidated statement of profit and loss			
- Revenue earned from Shariah compliant business segment	18	5,308,137	5,056,105
- Dividend earned from Shariah compliant investments		1,943,008,759	3,328,662,907
- Gain on sale of securities - net from Shariah compliant investments		-	207,641,660
- Gain on remeasurement of investments - net from Shariah compliant investments		25,452,258,168	14,297,228,540
- Profit earned from Shariah compliant bank balances	20	66,004	57,356
- Exchange (loss) / gain on actual currency		(156,947)	8,384
- Markup paid on islamic mode of financing		-	-
- Markup earned on conventional loans and advances	20	6,749,433	17,163,630

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

29.1 Relationship with Shariah-compliant financial institutions

Islamic Banks

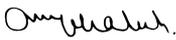
The Company does not have any financing facilities with any Islamic banks.

Takaful operators

The Company has no relationship with takaful operators.

30. DATE OF AUTHORISATION FOR ISSUE

These condensed interim unconsolidated financial statements have been authorised for issue on 24th February 2026 by the Board of Directors of the Company.



Chief Executive Officer



Director



Chief Financial Officer

Condensed Interim Consolidated Financial Statements

For the six months period ended 31st December 2025

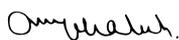
30	Condensed Interim Consolidated Statement of Financial Position
32	Condensed Interim Consolidated Statement of Profit or Loss (Unaudited)
33	Condensed Interim Consolidated Statement of Comprehensive Income (Unaudited)
34	Condensed Interim Consolidated Statement of Changes In Equity (Unaudited)
35	Condensed Interim Consolidated Statement of Cash Flows (Unaudited)
36	Notes to and Forming Part of The Condensed Interim Consolidated Financial Statements (Unaudited)

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31st December 2025

	Note	Unaudited 31 December 2025	Audited 30 June 2025
------(Rupees)-----			
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	14,960,942,791	15,680,551,145
Intangible assets		676,845	685,389
Goodwill		910,206,117	910,206,117
Trading right entitlement certificate, membership cards and offices		5,600,000	5,600,000
Investment properties		1,791,900,000	1,791,900,000
Equity accounted investees	6	34,445,143,301	31,315,641,617
Other long term investments	7	7,877,051,722	8,349,314,000
Long term loan to related party		280,000,000	140,000,000
Long term advances, deposits and other receivables		22,273,552	32,240,987
		60,293,794,328	58,226,139,255
CURRENT ASSETS			
Trade debts		4,680,206,054	6,456,793,572
Loans and advances		1,887,120,058	1,528,340,074
Deposits and prepayments		438,915,007	405,221,564
Receivable under margin trading system		3,125,373	2,675,008
Receivable against trading of securities - net		131,236,729	683,091,537
Accrued mark-up and other receivables		1,796,042,588	1,488,824,124
Short term investments	8	6,238,835,335	3,624,012,681
Cash and bank balances		6,941,969,441	4,208,883,734
		22,117,450,585	18,397,842,294
TOTAL ASSETS		82,411,244,913	76,623,981,549

The annexed notes from 1 to 21 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31st December 2025

	Note	Unaudited 31 December 2025	Audited 30 June 2025
------(Rupees)-----			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital		10,000,000,000	10,000,000,000
Share capital			
Issued, subscribed and paid-up share capital		4,216,967,470	4,216,967,470
Capital reserves			
Surplus on revaluation		7,835,000	7,835,000
Revenue reserves			
General reserve		4,019,567,665	4,019,567,665
Unappropriated profit		44,299,160,908	42,170,680,587
Equity attributable to owners of the Parent Company		52,543,531,043	50,415,050,722
Non-controlling interest		2,750,082,640	2,800,556,060
TOTAL EQUITY		55,293,613,683	53,215,606,782
NON-CURRENT LIABILITIES			
Long term loans - secured		1,367,697,623	2,781,327,837
Land lease liability		26,834,917	29,879,210
Lease liability		4,467,127	25,552,453
Staff retirement benefits		-	53,988,903
Loan from sponsor		-	3,301,707,946
Contributions from Musharaka participants	9	529,770,710	529,770,710
Deferred taxation - net		6,241,818,816	5,431,544,964
		8,170,589,193	12,153,772,023
CURRENT LIABILITIES			
Trade and other payables		7,175,806,324	5,072,705,566
Accrued mark-up		190,665,271	118,058,516
Sales tax payable		68,455,290	377,749,807
Running finance under mark-up arrangement		2,577,938,122	1,396,611,538
Current portion of long term loans - secured		2,805,500,000	2,841,000,000
Current portion of land lease liability		12,712,000	12,712,000
Current portion of lease liability		49,364,509	51,361,014
Taxation - provision less payments		1,848,039,357	1,333,117,330
Loan from sponsor		800,000,000	-
Unclaimed dividend		3,418,561,164	51,286,973
		18,947,042,037	11,254,602,744
TOTAL LIABILITIES		27,117,631,230	23,408,374,767
Contingencies and commitments	10		
TOTAL EQUITY AND LIABILITIES		82,411,244,913	76,623,981,549

The annexed notes from 1 to 21 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

	Note	Six months period ended		Three months period ended	
		31 December 2025	31 December 2024	31 December 2025	31 December 2024
------(Rupees)-----					
Revenue	11	4,642,157,995	4,714,323,702	1,313,575,751	1,551,560,619
Gain / (Loss) on remeasurement of investments - net		32,834,997	2,098,035,666	(158,842,249)	1,854,214,488
Loss on investment properties - net		-	(12,436,679)	-	(13,636,679)
Gain on sale of investments - net		2,034,747,584	868,590,487	722,985,000	706,162,474
		6,709,740,576	7,668,513,176	1,877,718,502	4,098,300,902
Cost of energy sales		(992,660,835)	(966,128,806)	(501,254,897)	(488,954,193)
Administrative expenses		(1,647,340,120)	(1,299,292,508)	(873,225,227)	(1,027,764,170)
Other income		39,488,851	52,312,650	20,026,319	25,658,125
Finance costs		(423,026,133)	(869,948,595)	(166,834,977)	(408,560,124)
Other charges		(43,568,810)	(51,279,655)	(42,949,539)	(49,224,184)
		3,642,633,529	4,534,176,262	313,480,181	2,149,456,356
Share of profit of equity accounted investees - net of tax		5,028,997,891	3,905,618,189	2,720,216,164	2,337,519,266
Profit before levies and income tax		8,671,631,420	8,439,794,451	3,033,696,345	4,486,975,622
Levies	12	(120,753,171)	(68,403,343)	(116,942,450)	(67,896,462)
Profit before income tax		8,550,878,249	8,371,391,108	2,916,753,895	4,419,079,160
Income tax expense	13	(1,848,262,831)	(2,048,659,218)	(712,723,413)	(1,291,717,548)
Profit for the period		6,702,615,418	6,322,731,890	2,204,030,482	3,127,361,612
Profit attributable to:					
Equity holders of the Parent Company		6,358,507,697	5,986,287,149	2,141,492,314	3,081,921,078
Non-controlling interests		344,107,721	336,444,741	62,538,168	45,440,534
		6,702,615,418	6,322,731,890	2,204,030,482	3,127,361,612
Earnings per share - basic & diluted	14	1.51	(Restated) 1.42	0.51	(Restated) 0.73

The annexed notes from 1 to 21 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For The Six Months Period Ended 31st December 2025

	Six months period ended		Three months period ended	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
	------(Rupees)-----			
Profit for the period	6,702,615,418	6,322,731,890	2,204,030,482	3,127,361,612
Other comprehensive income				
Items that may not be reclassified subsequently to consolidated statement of profit or loss				
Share of other comprehensive income of equity accounted investees - net of tax	(13,059,906)	(9,442,712)	(13,059,906)	(25,949,444)
Total comprehensive income for the period	6,689,555,512	6,313,289,178	2,190,970,576	3,101,412,168
Total comprehensive income attributable to:				
Equity holders of the Parent Company	6,345,447,791	5,976,844,437	2,128,432,408	3,055,971,634
Non-controlling interests	344,107,721	336,444,741	62,538,168	45,440,534
	6,689,555,512	6,313,289,178	2,190,970,576	3,101,412,168

The annexed notes from 1 to 21 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGE IN EQUITY (UNAUDITED)

For The Six Months Period Ended 31st December 2025

	Equity attributable to owners of the Parent Company						Non-controlling interests	Total equity
	Capital reserve			Revenue reserves				
	Issued, and paid-up share capital	Shares to be issued under scheme of arrangement	Surplus on revaluation	General reserve	Unappropriated profit	Total		
(Rupees)								
Balance as at 1 July 2024	4,083,750,000	133,217,470	7,835,000	4,019,567,665	34,805,458,414	43,049,828,549	2,364,303,954	45,414,132,503
Total comprehensive income for the six months period ended 31 December 2024								
Profit for the period	-	-	-	-	5,986,287,149	5,986,287,149	336,444,741	6,322,731,890
Other comprehensive income for the period	-	-	-	-	(9,442,712)	(9,442,712)	-	(9,442,712)
	-	-	-	-	5,976,844,437	5,976,844,437	336,444,741	6,313,289,178
Transactions with owners recorded directly in equity								
Final cash dividend at the rate of Rs. 7 per share for the year ended 30 June 2024	-	-	-	-	(2,951,877,229)	(2,951,877,229)	-	(2,951,877,229)
Distribution by subsidiaries	-	-	-	-	-	-	(303,567,580)	(303,567,580)
Acquisition of equity interest in subsidiary without change in control - net	-	-	-	-	(63,122,691)	(63,122,691)	(21,432,829)	(84,555,520)
Effects of scheme of arrangement	133,217,470	(133,217,470)	-	-	-	-	-	-
Balance as at 31 December 2024	4,216,967,470	-	7,835,000	4,019,567,665	37,767,302,931	46,011,673,066	2,375,748,286	48,387,421,352
Total comprehensive income for the six months period ended 30 June 2025								
Profit for the period	-	-	-	-	4,403,006,903	4,403,006,903	411,961,161	4,814,968,064
Other comprehensive loss for the period	-	-	-	-	(9,998,467)	(9,998,467)	-	(9,998,467)
	-	-	-	-	4,393,008,436	4,393,008,436	411,961,161	4,804,969,597
Transactions with owners recorded directly in equity								
Disposal of equity interest in subsidiary without change in control	-	-	-	-	10,369,220	10,369,220	12,846,613	23,215,833
Balance as at 30 June 2025	4,216,967,470	-	7,835,000	4,019,567,665	42,170,680,587	50,415,050,722	2,800,556,060	53,215,606,782
Total comprehensive income for the six months period ended 31 December 2025								
Profit for the period	-	-	-	-	6,358,507,697	6,358,507,697	344,107,721	6,702,615,418
Other comprehensive income for the period	-	-	-	-	(13,059,906)	(13,059,906)	-	(13,059,906)
	-	-	-	-	6,345,447,791	6,345,447,791	344,107,721	6,689,555,512
Transactions with owners recorded directly in equity								
Final cash dividend at the rate of Re. 1 per share for the year ended 30 June 2025	-	-	-	-	(4,216,967,470)	(4,216,967,470)	-	(4,216,967,470)
Distribution by subsidiaries	-	-	-	-	-	-	(394,581,141)	(394,581,141)
Balance as at 31 December 2025	4,216,967,470	-	7,835,000	4,019,567,665	44,299,160,908	52,543,531,043	2,750,082,640	55,293,613,683

The annexed notes from 1 to 21 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOW (UNAUDITED)

For The Six Months Period Ended 31st December 2025

	Note	Six months period ended	
		31 December 2025	31 December 2024
		------(Rupees)-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net cash generated from operations	15	4,560,809,988	2,061,598,984
Income tax and levies paid		(643,820,123)	(428,393,794)
Finance cost paid		(316,668,598)	(868,343,610)
Mark-up and guarantee commission received		232,169,802	405,378,387
Dividend received		340,966,934	229,093,412
Gratuity paid		(58,428,584)	(969,501)
Net cash generated from operating activities		4,115,029,419	1,398,363,878
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property and equipment		(43,604,908)	(6,564,454)
Proceeds from sale of property, plant and equipment		134,480	134,000
Long term deposit and other receivable - net		9,967,435	24,373,960
Acquisition of investment properties		-	(1,710,020,000)
Proceeds from sale of investment property		-	87,563,321
Long term loan to related party - net		(140,000,000)	-
Proceeds from sale of other long term investments		916,511,331	-
Acquisition of long term investments		-	(157,000,000)
Acquisition of equity accounted investees		-	(4,507,198,513)
Proceeds from sale of equity accounted investees		-	284,116,507
Dividend from equity accounted investee		1,886,436,301	1,493,199,031
Acquisition of equity interest in subsidiary - net		-	(84,555,520)
Net cash generated from / (used in) investing activities		2,629,444,639	(4,575,951,668)
CASH FLOWS FROM FINANCING ACTIVITIES			
Loan (repaid to) / received from sponsor - net		(2,501,707,946)	450,000,000
Contributions received from Musharaka participants		-	522,537,950
Lease rentals paid		(29,232,569)	(40,921,828)
Repayment of long term loan		(1,417,500,000)	(1,395,750,000)
Short term loans obtained		-	6,300,000,000
Dividend paid		(849,693,279)	(323,790,646)
Distribution by subsidiary to non-controlling interest		(394,581,141)	(303,567,580)
Net cash (used in) / generated from financing activities		(5,192,714,935)	5,208,507,896
Net increase in cash and cash equivalents		1,551,759,123	2,030,920,106
Cash and cash equivalents at beginning of the period		2,812,272,196	2,602,825,243
Cash and cash equivalents at end of the period	16	4,364,031,319	4,633,745,349

The annexed notes from 1 to 21 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

1. STATUS AND NATURE OF BUSINESS

Arif Habib Corporation Limited ("the Parent Company") was incorporated in Pakistan on 14 November 1994 as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Parent Company is listed on the Pakistan Stock Exchange Limited. The principal activity of the Parent Company is to make strategic investments in subsidiary companies and associates engaged in diversified sectors and investment in other securities. The Parent Company also extends loans, advances and guarantees to its associated company / undertaking as allowed under Companies Act, 2017. The registered office of the Parent Company is situated at 2nd Floor, 23, M. T. Khan Road, Karachi, Pakistan. The Parent Company is domiciled in the province of Sindh.

- 1.1 These condensed interim consolidated financial statements of Arif Habib Corporation Limited for the six months period ended 31 December 2025 comprise of the Parent Company and following subsidiary and associated companies (here-in-after referred to as "the Group").

Name of companies	Note	Unaudited % of effective holding	
		31 December 2025	31 December 2024
Subsidiaries			
- Arif Habib Limited, a brokerage house	1.1.1	74.32%	74.94%
- Rayaan Commodities (Private) Limited, (formerly Arif Habib Commodities (Private) Limited), investment management of commodities [wholly owned subsidiary of Arif Habib Limited]	1.1.2	74.32%	74.94%
- Sachal Energy Development (Private) Limited, a wind power generation company	1.1.3	85.83%	85.83%
- Black Gold Power Limited, a coal power generation company	1.1.4	100.00%	100.00%
Associates			
- Fatima Fertilizer Company Limited, a fertilizer manufacturing company	1.1.5	15.19%	15.19%
- Safe Mix Concrete Limited, a ready mix concrete manufacturing company	1.1.6	27.63%	27.63%
- Power Cement Limited, a cement manufacturing company	1.1.7	24.48%	25.31%
- Javedan Corporation Limited, a real estate company	1.1.8	39.52%	39.52%

- 1.1.1 Arif Habib Limited (AHL) was incorporated in Pakistan on 07 September 2004 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017), as a public limited company. The shares of AHL are quoted on Pakistan Stock Exchange Limited. The registered office of AHL is situated at Arif Habib Centre, 23 M.T. Khan Road, Karachi, Pakistan. It is domiciled in the province of Sindh. AHL holds Trading Right Entitlement Certificate of Pakistan Stock Exchange Limited. The principal activities of AHL are investments, share brokerage, inter-bank brokerage, Initial Public Offer (IPO) underwriting, advisory and consultancy services.

- 1.1.2 Rayaan Commodities (Private) Limited (RCPL), (formerly Arif Habib Commodities (Private) Limited), was incorporated on 2 April 2012 as a private limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The registered office of RCPL is located at Arif Habib Centre, 23, M.T. Khan Road, Karachi. The principal activity of RCPL is to effectively manage investment portfolios in commodities. RCPL is a wholly owned subsidiary of Arif Habib Limited. RCPL holds license of Pakistan Mercantile Exchange (PMEX).

- 1.1.3 Sachal Energy Development (Private) Limited (SEDPL) was incorporated in Pakistan on 20 November 2006 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). SEDPL's registered office is located at Plot no 1, Ranjha Plaza, sector F-10/2, Tariq Market, Islamabad, Pakistan. The principal activity of SEDPL upon commencement of commercial operation is to generate and sell electricity upto 49.5 MW. SEDPL has achieved Commercial Operation Date ("COD") for its 49.5 MW wind power generation facility on 11 April 2017. The wind power plant is located in Jhampir, district Thatta, Sindh for which Alternative Energy Development Board ("AEDB") has allocated 680 acres of land to SEDPL under a sublease agreement.

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- 1.1.4** Black Gold Power Limited (BGPL) is a public unlisted limited company, incorporated on 8 December 2016 in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). BGPL's registered office is situated at Arif Habib Centre, 23, M.T Khan Road, Karachi. BGPL intends to carry on all or any of the business of generating, purchasing, importing, transforming, distributing, supplying, exporting and dealing in electricity and all other forms of energy products or services.
- 1.1.5** Fatima Fertilizer Company Limited (FFCL) was incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and is listed on Pakistan Stock Exchange. Fatimafert Limited, Fatima Cement Limited, Fatima Packaging Limited and Pan-Africa Fertilizers Limited are wholly owned subsidiaries of the FFCL. Fatimafert Limited, Fatima Cement and Fatima Packaging Limited are incorporated in Pakistan under the Companies Act, 2017 and Pan Africa Fertilizers Limited is incorporated in Kenya. The principal activity of the FFCL and its subsidiaries is manufacturing, producing, buying, selling, importing and exporting fertilizers, chemicals, cement and polypropylene sacks, cloth, liner & bags. The registered office of the FFCL, Fatimafert Limited, Fatima Packaging Limited and Fatima Cement Limited is situated at E-110, Khayaban-e-Jinnah, Lahore Cantt, whereas the registered office of Pan Africa Fertilizers Limited is situated at Westlands District, Nairobi, Kenya. The manufacturing facilities of the FFCL are located at Mukhtargarh - Sadiqabad, Khanewal Road - Multan and Chichoki Mallian - Sheikhpura, Pakistan.

The Parent company has its representation on the Board of FFCL and accordingly treated as an 'Associate'.

- 1.1.6** Safe Mix Concrete Limited (SMCL) was incorporated on 04 April 2005 as a Private Limited Company. Subsequently, it was converted into Public Limited Company on 21 February 2007 in accordance with the provisions of section 45 read with section 41(3) of the Companies Ordinance, 1984 (now Companies Act, 2017). On 16 March 2010 SMCL was listed on Karachi Stock Exchange. The principal activity of SMCL is production and supply of ready mix concrete. Based on the shareholding percentage, it is classified as an associate.
- 1.1.7** Power Cement Limited (PCL) was incorporated in Pakistan as a private limited company on December 1, 1981 and was converted into a public limited company on July 9, 1987. The Company is listed on Pakistan Stock Exchange. The Company's principal activity is manufacturing, selling and marketing of cement. The registered office of the Company is situated at Arif Habib Centre, 23 M.T.Khan Road, Karachi and its production facility is situated at Deh Kalo Kohar, Nooriabad Industrial Estate, District Jamshoro (Sindh). Based on the shareholding percentage, it is classified as an associate.
- 1.1.8** Javedan Corporation Limited (JCL) was incorporated in Pakistan on June 08, 1961, as a public limited company under the repealed Companies Act, 1913 (now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited. The registered office of the Company is located at Arif Habib Centre, 23, M.T Khan Road, Karachi. The Company has ceased its cement business since July 01, 2010 and the management has developed business diversification strategy for utilizing the Company's land having area of 1,367 acres for developing a housing scheme, "Naya Nazimabad", that includes bungalows, open plots, flat sites and commercial sites. Based on the shareholding percentage, it is classified as an associate.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These consolidated financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of directives issued under the Companies Act, 2017 have been followed.

- 2.2** These condensed interim consolidated financial statements are unaudited and do not include all the information required for full annual financial statements and should be read in conjunction with the annual audited consolidated financial statements of the Group as at and for the year ended 30 June 2025.

2.3 Basis of measurement

These condensed interim consolidated financial statements have been prepared under the historical cost convention, except as stated otherwise and should be read in conjunction with the audited annual consolidated financial statements of the Group as at and for the year ended 30 June 2025.

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For The Six Months Period Ended 31st December 2025

2.4 Functional and presentation currency

These condensed interim consolidated financial statements are presented in Pakistan Rupees which is the Group's functional currency and presentation currency.

3. CRITICAL ACCOUNTING ESTIMATES, JUDGMENTS AND FINANCIAL RISK MANAGEMENT

3.1 The preparation of these condensed interim consolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reporting amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience. Actual results may differ from these estimates.

3.2 The significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited consolidated financial statements as at and for the year ended 30 June 2025.

3.3 The financial risk management objectives and policies are consistent with those disclosed in the annual audited consolidated financial statements of the Group as at and for the year ended 30 June 2025.

4. MATERIAL ACCOUNTING POLICY INFORMATION

4.1 The accounting policies and the methods of computation adopted in the preparation of these condensed interim consolidated financial statements are the same as those applied in the preparation of annual audited consolidated financial statements of the Group as at and for the year ended 30 June 2025.

a) New standards, interpretations and amendments adopted by the Group

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Group's annual accounting period which began on 01 July 2025. However, these do not have any significant impact on the Group's financial reporting.

b) Standards, interpretations and amendments to published approved accounting standards that are not yet effective

There are certain new standards and amendments that will be applicable to the Group for its annual periods beginning on or after 01 January 2026. The new standards include IFRS 18 Presentation and Disclosure in Financial Statements and IFRS 19 Subsidiaries without Public Accountability: Disclosures both with applicability date of 01 January 2027. The overall amendments include those made to IFRS 7 and IFRS 9 which clarify the date of recognition and derecognition of a financial asset or financial liability which are applicable effective 01 January 2026. The Group's management at present is in the process of assessing the full impacts of these new standards and the amendments to IFRS 7 and IFRS 9 and is expecting to complete the assessment in due course.

5. PROPERTY, PLANT AND EQUIPMENT

Capital expenditure incurred during the period amounted to Rs. 43.60 million (31 December 2024: 6.56 million). The exchange gain of Rs. 56.25 million (31 December 2024: Rs. 7 million) has also been recognised. Further, assets having written down value of Rs. 0.13 million (31 December 2024: 0.24 million) were disposed off during the period.

6. EQUITY ACCOUNTED INVESTEEES

	Note	Unaudited 31 December 2025	Audited 30 June 2025
------(Rupees)-----			
Fatima Fertilizer Company Limited (FFCL)	6.1	25,726,370,890	23,151,348,899
Safemix Concrete Limited (SMCL)	6.2	166,034,814	161,716,834
Power Cement Limited (PCL)	6.3	2,493,889,559	2,087,177,125
Javedan Corporation Limited (JCL)	6.4	6,058,848,038	5,915,398,759
		<u>34,445,143,301</u>	<u>31,315,641,617</u>

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- 6.1** Investment in FFCL (quoted) represents 319 million (30 June 2025: 319 million) fully paid ordinary shares of Rs. 10 each, representing 15.19% (30 June 2025: 15.19%) of FFCL's paid up share capital as at 31 December 2025. Fair value per share as at 31 December 2025 is Rs. 151.61 (30 June 2025: Rs. 99.41) which is based on quoted share price on stock exchange at reporting date.
- 6.2** Investment in SMCL (quoted) represents 6.90 million (30 June 2025: 6.90 million) fully paid ordinary shares of Rs. 10 each, representing 27.63% (30 June 2025: 27.63%) of SMCL's paid up share capital as at 31 December 2025. Fair value per share as at 31 December 2025 is Rs. 42.01 (30 June 2025: Rs. 23.00) which is based on quoted share price on stock exchange at reporting date.
- 6.3** Investment in PCL (quoted) represents 310.95 million (30 June 2025: 310.95 million) fully paid ordinary shares of Rs. 10 each and 23.17 million (30 June 2025: 23.17 million) fully paid preference shares of Rs. 10 each, together representing 24.48% (30 June 2025: 24.48%) of PCL's paid up share capital as at 31 December 2025. Fair value per share of ordinary and preference shares as at 31 December 2025 is Rs. 17.51 (30 June 2025: Rs. 13.58) and Rs. 21.15 (30 June 2025: Rs. 17.17) respectively, which is based on quoted share price on stock exchange at reporting date.
- 6.4** Investment in JVDC (quoted) represents 150.53 million (30 June 2025: 150.53 million) fully paid ordinary shares of Rs. 10 each, representing 39.52% (30 June 2025: 39.52%) of JVDC's paid up share capital as at 31 December 2025. Fair value per share as at 31 December 2025 is Rs. 109.53 (30 June 2025: Rs. 64.35) which is based on quoted share price on stock exchange at reporting date.

	Note	Unaudited 31 December 2025	Audited 30 June 2025
7. OTHER LONG TERM INVESTMENTS		------(Rupees)-----	
Equity securities - at FVOCI	7.1	-	-
Equity securities - designated at FVTPL		40,698,786	43,118,461
Debt instruments - at FVTPL	7.2	6,836,209,810	7,378,882,067
Debt instrument - at amortised cost		1,000,143,126	927,313,472
		<u>7,877,051,722</u>	<u>8,349,314,000</u>

- 7.1** This represents investments made in Sun Biz (Private) Limited and Al-Khabeer Financial Services which were fully impaired in previous periods, these investments were reassessed by the management on initial application of IFRS-9 and based on the available information it was concluded that the fair value does not differ materially from carrying amount as at 31 December 2025.

- 7.2** This includes investment in limited life REIT Schemes managed by Arif Habib Dolmen REIT Management Limited and Musharka funds managed by JCL.

	Note	Unaudited 31 December 2025	Audited 30 June 2025
8. SHORT TERM INVESTMENTS		------(Rupees)-----	
Equity securities - at fair value through profit and loss		5,095,210,400	3,538,701,020
Debt securities - at fair value through profit and loss		1,143,624,935	59,429,642
Investment in mutual funds		-	25,882,019
		<u>6,238,835,335</u>	<u>3,624,012,681</u>

- 8.1** Fair value of short term investments pledged with various banking companies against various finance facilities availed by the Group amounts of Rs. Nil (30 June 2025: Rs. 729.95 million).

9. CONTRIBUTIONS FROM MUSHARAKA PARTICIPANTS

This includes contributions amounting to Rs. 522.54 million received from musharaka participants, namely Mr. Haji Ghani Usman and Mr. Iqbal Usman, under the musharaka agreement dated 27 December 2024.

This agreement establishes a joint arrangement for the acquisition, management, and potential development of plots FL-06 and COM-11, located in Naya Nazimabad, Karachi. The fair value gain on these plots as at 31 December 2025 amounting to Rs. 19.98 million (30 June 2025: Rs. 19.98 million) has been allocated in line with the agreed profit-sharing ratios, resulting in a corresponding increase in liability by an amount of Rs. 7.23 million (30 June 2025: Rs 7.23 million). Under the agreement:

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- The Parent company, as the managing partner, holds the legal title to the properties and is responsible for managing all operational aspects, including decisions regarding renting, selling, or reinvesting proceeds.
- The beneficial ownership of the properties is shared proportionately among the Musharaka participants in the following contribution and profit-sharing ratios:
 - Arif Habib Corporation Limited , Parent Company: 63.8%
 - Mr. Haji Ghani Usman: 31.2%
 - Mr. Iqbal Usman: 5.0%

10. CONTINGENCIES AND COMMITMENTS

10.1 There are no other changes in the status of contingencies and commitments as disclosed in the preceding annual audited consolidation financial statements as at and in the year ended 30 June 2025 except for the following:

Parent Company

- Number of shares of Fatima Fertilizer Company Limited pledged with various banks for running finance facilities obtained by Arif Habib Limited, a subsidiary company has been reduced from 100.85 million to 56.25 million.
- The exposure against corporate guarantee on behalf of a subsidiary company, Sachal Energy Development (Private) Limited, has been reduced by USD 5 million. The total exposure has been reduced to USD 15 million (equivalent to Rs. 4,202 millions) out of USD 100 million due to timely repayment of loan.

AHL, Subsidiary Company

Following commitments are outstanding:

	Unaudited 31 December 2025	Audited 30 June 2025
	------(Rupees)-----	
- Outstanding Settlements against Marginal Trading contracts	276,947,834	547,484,128
- Outstanding Settlements against sale / purchase of securities in regular market	529,147,462	449,688,074
- Financial guarantee given by a commercial bank on behalf of AHL	1,050,000,000	1,050,000,000

11. REVENUE

	Unaudited			
	Six months period ended		Three months period ended	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
	------(Rupees)-----			
Revenue from sale of energy - net	3,104,640,435	3,204,252,821	598,443,804	663,076,648
Brokerage income	720,399,809	505,753,250	394,053,536	350,293,876
Inter bank brokerage income	79,301,587	93,362,032	37,315,657	48,873,357
Commodity brokerage income	23,489,589	21,438,755	13,459,674	9,117,398
Advisory and consultancy fee	48,200,805	138,138,850	45,555,147	85,643,700
Dividend income	340,966,934	229,093,412	43,160,258	17,731,622
Mark-up income on loans to associates	25,429,270	91,167,355	11,203,329	69,210,487
Mark-up income on bank deposits	163,431,465	330,537,122	100,643,219	252,144,133
Mark-up income on margin financing	26,014,446	33,646,632	11,575,384	20,075,074
Mark-up income on term finance certificates	36,465,485	3,172,134	22,353,351	2,921,288
Unwinding of interest of debt instrument	72,829,654	62,686,271	35,317,074	31,935,502
Guarantee Commission income	988,516	1,075,068	495,318	537,534
	4,642,157,995	4,714,323,702	1,313,575,751	1,551,560,619

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	Unaudited			
	Six months period ended		Three months period ended	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
12. LEVIES	------(Rupees)-----			
Income tax - Final tax regime	3,917,006	68,014,343	495,285	67,896,462
Income tax - Tax on deemed rental income u/s 7E	116,836,165	389,000	116,447,165	-
	120,753,171	68,403,343	116,942,450	67,896,462

12.1 This represents final tax paid under section 5 and section 7E of Income Tax Ordinance 2001 (ITO 2001), representing levy in terms of requirements of IFRIC 21 / IAS 37.

	Unaudited			
	Six months period ended		Three months period ended	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
13. INCOME TAX EXPENSE	------(Rupees)-----			
Current	1,081,415,362	824,290,185	219,955,356	503,989,202
Prior	(43,426,383)	363,625	(43,426,383)	363,625
Deferred	810,273,852	1,224,005,408	536,194,440	787,364,721
	1,848,262,831	2,048,659,218	712,723,413	1,291,717,548

14. EARNINGS PER SHARE - BASIC & DILUTED

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Parent Company by the weighted average number of ordinary shares in issue during the period. There is no dilutive effect on the basic earnings per share of the Company:

	Unaudited			
	Six months period ended		Three months period ended	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
Profit after tax attributable to ordinary shareholders	6,358,507,697	5,986,287,149	2,141,492,314	3,081,921,078
Weighted average number of ordinary shares	4,216,967,470	4,216,967,470	4,216,967,470	4,216,967,470
Earnings per share	1.51	1.42	0.51	0.73

14.1 The earnings per share has been adjusted retrospectively to incorporate the effect of the share split approved on 19 March 2025, whereby the face value of each ordinary share was reduced from Rs. 10 to Re. 1.

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	Unaudited Six months period ended	
	31 December 2025	31 December 2024
	------(Rupees)-----	
15. CASH GENERATED FROM OPERATIONS		
Profit before income tax	8,550,878,249	8,371,391,108
Adjustments for:		
Depreciation	706,831,584	687,132,365
Amortisation of intangible assets	8,544	181,960
Dividend Income	(340,966,934)	(229,093,412)
Share of profit of equity accounted investees - net of tax	(5,028,997,891)	(3,905,618,189)
Mark-up income	(252,329,182)	(424,876,611)
Net change in fair value of investment properties	-	12,436,679
Provision for gratuity	4,439,681	3,120,867
Gain on remeasurement of investments - net	(32,834,997)	(2,098,035,666)
Unwinding of interest income on debt instrument	(72,829,654)	(62,686,271)
Gain on sale of other long term investments	(495,434,349)	-
(Gain) / loss on sale of property, plant and equipment	(2,801)	102,320
Loss on disposal of equity-accounted associates - net	-	18,183,686
Amortisation of land lease rent	(6,024,550)	30,632,548
Interest expense on lease	9,130,995	16,207,463
Amortisation of transaction cost related to long term loan	24,619,785	33,418,473
Mark up on reverse repo transactions	(21,296,506)	-
Exchange loss on foreign currency translation	-	152,876
Finance costs	389,275,353	836,530,122
Levies	120,753,171	68,403,343
	(4,995,657,751)	(5,013,807,447)
Effect on cash flow due to working capital changes		
Increase in current assets		
Trade debts	1,776,587,518	987,541,790
Loans and advances	(358,779,984)	(2,298,159,425)
Deposits and prepayments	(33,693,443)	(373,840,949)
Receivable under margin trading system	(450,365)	8,987,915
Receivable against trading of securities - net	551,854,808	-
Accrued mark-up and other receivables	(265,762,578)	(1,061,915,180)
Short term investments	(2,457,972,707)	(107,931,124)
	(788,216,751)	(2,845,316,973)
Increase in current liabilities		
Trade and other payables	1,793,806,241	1,748,053,502
Payable against sale of securities - net	-	(198,721,206)
	1,793,806,241	1,549,332,296
Net cash generated from operations	4,560,809,988	2,061,598,984
16. CASH AND CASH EQUIVALENTS		
Cash and bank balances	6,941,969,441	5,364,929,936
Running finance under mark-up arrangement	(2,577,938,122)	(731,184,587)
	4,364,031,319	4,633,745,349

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17. FAIR VALUE MEASUREMENT

The accounting policies and disclosure requirement for the measurement of fair values are consistent with those disclosed in the annual audited consolidated financial statements of the Group as at and for the year ended 30 June 2025.

18. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of the Group companies, directors and their close family members, major shareholders of the Group, key management personnel and staff provident fund. Transactions with related parties are carried out at rates agreed under the agreement / contract.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity. The Group considers its Chief Executive Officer, Chief Financial Officer, Company Secretary, Non-executive Director and Departmental Heads to be its key management personnel. Remuneration and benefits to executives of the Group are in accordance with the terms of the employment while contribution to the provident fund is in accordance with staff service rules.

Transactions with related parties during the period other than those disclosed elsewhere in these condensed interim consolidated financial statements are given below:

Name of the related party	Transactions during the year	Unaudited Six months period ended	
		31 December 2025	31 December 2024
Associates			
------(Rupees)-----			
Fatima Fertilizer Company Limited	Dividend income	1,116,500,721	932,250,567
	Brokerage commission earned	1,275,694	1,936,486
Power Cement Limited	Guarantee commission	423,841	423,840
	Loan extended	-	875,000,000
	Loan repaid	-	875,000,000
	Mark-up on loan	-	1,445,966
Javedan Corporation Limited	Dividend income	752,665,535	602,132,428
	Loan extended	-	795,400,000
	Loan repaid	-	595,400,000
	Mark-up on loan	-	7,834,962
	Brokerage commission earned	-	3,741
	Investment properties sold	-	49,363,321
Safe Mix Concrete Limited	Dividend income	17,270,045	13,816,036
Associated companies by virtue of common directorship			
Aisha Steel Mills Limited	Loan extended	500,000,000	3,650,000,000
	Loan repaid	500,000,000	1,328,103,657
	Mark-up on loan	1,315,913	65,653,852
	Guarantee commission	564,675	651,228
Arif Habib Equity (Private) Limited	Brokerage commission earned	610,770	925,491
Rotocast Engineering Company (Private) Limited	Payment of rent and sharing of utilities, insurance and maintenance charges	37,186,687	26,685,968

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Name of the related party	Transactions during the period	Unaudited Six months period ended	
		31 December 2025	31 December 2024
Associated companies by virtue of common directorship		------(Rupees)-----	
Globe Residency REIT	Dividend income	213,335,402	156,331,040
	Mark-up on loan	6,749,433	5,846,437
	Advance given for purchase of investment property	290,440,099	93,475,985
Signature Residency REIT	Dividend income	26,659,792	-
Rahat Residency REIT	Dividend income	28,000,000	-
	Loan repaid	100,000,000	-
	Mark-up on loan	2,802,877	-
Silk Islamic Development REIT	Loan extended	140,000,000	-
	Mark-up on loan	14,561,047	10,386,137
	Advance given for purchase of investment property	40,000,000	-
Garden View Apartment REIT [Formerly Park View Apartment REIT]	Advance given for purchase of investment property	86,624,980	-
Naya Nazimabad Foundation	Donation	30,000,000	-
Others			
Arif Habib Securities Limited - Employees Provident Fund	Company's Contribution	1,825,934	1,893,168
Arif Habib Limited - Employees Provident Fund Trust	Company's Contribution	10,953,674	2,541,134
Key management personnel			
Mr. Arif Habib (CEO of Parent Company)	Dividend paid	790,025	443,170
	Brokerage commission earned	1,519,906	141,778
	Loan received	3,622,000,000	4,114,000,000
	Loan repaid	6,123,707,946	3,664,000,000
	Mark-up on loan	116,012,801	720,000
Mr. Asadullah Khawaja (Director of Parent Company)	Dividend paid	1,060,060	567,042
	Meeting fee paid	100,000	150,000
Mr. Khawaja Najam Ud Din Roomi (Director of Parent Company)	Dividend paid	2,730,000	1,911,000
	Meeting fee paid	175,000	200,000
Ms. Zeba Bakhtiar (Director of Parent Company)	Dividend paid	1,000	700
	Meeting fee paid	100,000	150,000
Mr. Abdus Samad (Director of Parent Company)	Dividend paid	10,060	7,042
	Brokerage commission earned	479,066	3,469,325
	Meeting fee paid	100,000	150,000

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Name of the related party	Transactions during the period	Unaudited Six months period ended	
		31 December 2025	31 December 2024
		------(Rupees)-----	
Key management personnel			
Mr. Muhammad Kashif (Director of Parent Company)	Dividend paid	352,900	247,030
	Brokerage commission earned	286,080	-
	Meeting fee paid	175,000	150,000
Mr. Nasim Beg (Director of Parent Company)	Dividend paid	20,780	14,546
	Meeting fee paid	100,000	150,000
Mr. Muhammad Ejaz (Director of Parent Company)	Dividend paid	1,210	847
	Meeting fee paid	125,000	150,000
Mr. Zafar Alam (Chairman of subsidiary company)	Brokerage commission earned	830,285	1,470,401
	Meeting fee paid	100,000	100,000
Mr. Muhammad Shahid Ali (CEO of Subsidiary Company)	Brokerage commission earned	9,840,682	6,904,783
	Commission on profit	-	98,895,430
	Salaries and other benefits	7,274,424	7,274,424
Ms. Sharmin Shahid (Director of Subsidiary Company)	Brokerage commission earned	1,622,568	557,599
	Meeting fee paid	100,000	-
Ms. Nida Ahsan (Director of Subsidiary Company)	Brokerage commission earned	5,315,961	3,151,473
Mr. Muhammad Irfan Moton (Director of Subsidiary Company)	Brokerage commission earned	37,924	-
	Meeting fee paid	100,000	-
Mr. Mohsin Madni (Ex-CFO of Parent Company and Ex-director of Subsidiary Company)	Brokerage commission earned	-	533,913
Mr. Muhammad Haroon (Director of Subsidiary Company)	Brokerage commission earned	296,075	263,685
Mr. Kashif Mateen Ansari (Director of Subsidiary Company)	Dividend paid	226,767,455	226,767,455
	Royalty paid	320,000,000	320,000,000
Remuneration of chief executive officer, directors, key management personnel and executives			
- Salaries and other benefits		125,738,829	471,355,698
- Contribution to provident funds		3,220,972	3,485,798
- Gratuity (Provision)		1,574,278	1,750,874

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

Balances as at:		Unaudited	Audited
Name of the related party		31 December	30 June
		2025	
		------(Rupees)-----	
Fatima Fertilizer Company Limited	Trade receivable	-	2,819,994
	Trade payables	1,842,347	-
Aisha Steel Mills Limited	Mark-up receivable	-	722,192
	Guarantee commission receivable	238,892	274,282
Power Cement Limited	Guarantee commission receivable	211,921	211,920
Javedan Corporation Limited	Trade receivable	-	1,550,506
Rotocast Engineering Company (Private) Limited	Payable against monthly expense		
	Contribution	1,295,044	1,421,508
	Trade receivable	73,151	68,469
Arif Habib Equity (Private) Limited	Trade receivable	1,244	63,387,271
Black Gold Power Limited	Working capital loan	5,900,000	5,900,000
Arif Habib Dolmen REIT Management Limited	Trade receivable	2,456	2,456
Globe Residency REIT (GRR)	Working capital loan	-	106,039,022
	Mark-up receivable	14,260,668	7,511,235
Rahat Residency REIT	Mark-up receivable	-	2,402,630
Silk Islamic Development REIT	Long term loan	280,000,000	140,000,000
	Mark-up receivable	52,207,726	37,646,679
Mr. Arif Habib (CEO of the Parent Company)	Trade receivable	80,492	34,643
	Mark-up payable	24,291,781	-
	loan from sponsor	800,000,000	3,301,707,946
Mr. Zafar Alam (Chairman of subsidiary company)	Trade payables	139,343	292,130
Mr. Muhammad Shahid Ali (CEO of Subsidiary Company)	Trade payables	158,446,007	10,402,597
Mr. Muhammad Haroon (Director of subsidiary company)	Trade payables	9,470,753	2,557,913
Ms. Sharmin Shahid (Director of subsidiary company)	Trade receivable	-	11,970,058
	Trade payables	1,783,018	-

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

Balances as at:		Unaudited	Audited
Name of the related party		31 December	30 June
		------(Rupees)-----	
		2025	2025
Ms. Nida Ahsan	Trade receivable	-	606,116
(Director of subsidiary company)	Trade payables	211,786	24,341
Mr. Mohsin Madni			
(Ex-CFO of Parent Company and Ex-director of Subsidiary Company)	Trade payables	-	3,925,501
Mr. Abdus Samad	Trade payables	312,231	-
(Director of Parent Company)	Trade receivable	-	7,983,025
Mr. Muhammad Kashif			
(Director of Parent Company)	Trade receivable	-	200,244
Mr. Muhammad Sohail Salat			
(Director of Subsidiary Company)	Trade receivable	2,699	2,699
Mr. Muhammad Irfan Moton			
(Director of Subsidiary Company)	Trade receivable	1,497	-

19. REPORTABLE SEGMENTS

- 19.1** The group has four reportable segments: Capital Market Operations, Brokerage, Energy Development and Others. The capital market operations' segment is principally engaged in trading of equity securities and maintaining strategic and trading portfolios. The brokerage segment is principally engaged in brokerage, underwriting, corporate consultancy, research and corporate finance services. The energy development is principally engaged in energy development. Others includes assets of multi commodities entities.
- 19.2** The accounting policies of the operating segments are the same as those described in the material accounting policies in the annual audited consolidated financial statements for the year ended 30 June 2025. The group evaluates performance on the basis of profit or loss from operations before tax expense not including non-recurring gains and losses and foreign exchange gains and losses. The group accounts for intersegment sales and transfers as if the sales or transfers were to third parties, i.e. at current market price unless disclosed otherwise.
- 19.3** The group's reportable segments are strategic business units that offer different products and services. They are managed separately because each business requires different technology, professional skills and marketing strategies. Most of the businesses were acquired as individual units, and the management at the time of the acquisition was retained.
- 19.4** The group does not allocate tax expense / tax income or non-recurring gains and losses to reportable segments. In addition, not all reportable segments have material non-cash items other than depreciation, amortisation and remeasurement of equity and debt instruments in profit or loss.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For The Six Months Period Ended 31st December 2025

20. SHARIAH COMPLIANCE STATUS DISCLOSURE	Unaudited 31 December 2025	Audited 30 June 2025
------(Rupees)-----		
<i>Condensed interim consolidated statement of financial position</i>		
- Long-term financing as per Islamic mode	529,770,710	529,770,710
- Mark-up accrued on conventional loan	190,665,271	115,243,532
- Short-term investment as per Islamic mode	5,002,991,030	2,181,273,235
- Long-term investment as per Islamic mode	40,145,834,590	36,859,677,892
- Shariah-compliant bank balances	681,495,316	242,548,425

<i>Condensed interim consolidated statement of profit and loss</i>	Unaudited Six months period ended 31 December 2025	31 December 2024
------(Rupees)-----		
- Revenue earned from Shariah compliant business segment	3,449,495,318	3,398,307,998
- Dividend earned from Shariah compliant investments	62,149,274	5,173,844
- Gain on sale of securities - net from Shariah compliant investments	91,393,716	211,706,786
- Gain on remeasurement of investments - net from Shariah compliant investments	553,769,505	1,069,330,167
- Profit earned from Shariah compliant bank balances	6,749,727	119,434,577
- Exchange gain / (loss) on actual currency	1,547,343	(152,876)
- Markup paid on islamic mode of financing	-	-
- Markup earned on conventional loans and advances	38,688,004	17,163,630
- Breakup of other income - Shariah compliant income:		
- Gain on disposal of associate	-	19,694,619
- Breakup of other income - Non-compliant income:		
- Markup on reverse repo transaction	21,296,506	24,371,397
- Profit on exposure deposit	11,141,366	8,246,634
- Other	7,050,979	-

20.1 Relationship with Shariah-compliant financial institutions

Islamic Banks

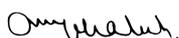
The Group does not have any financing facilities with any Islamic banks.

Takaful operators

The Group has no relationship with takaful operators.

21. DATE OF AUTHORISATION FOR ISSUE

21.1 These condensed interim consolidated financial statements have been authorised for issue on 24th February 2026 by the Board of Directors of the Parent Company.



Chief Executive Officer



Director



Chief Financial Officer



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